

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA

Division Director

February 15, 2013

Russell Limb Progressive Contracting, Inc. 230 East Tabernacle St. George, Utah 84770

Approval of Notice of Intention to Commence Large Mining Operations (NOI) and Subject:

Reclamation Surety, Progressive Contracting, Inc., PCI-Ft. Pierce Quarry, M/053/0081.

Washington County, Utah

Dear Mr. Limb:

The Division of Oil, Gas and Mining approves the reclamation surety and Notice of Intention to Commence Large Mining Operations for the PCI Fort Peirce Mine. The Division now permits you to begin mining operations as outlined in the Notice of Intention. The permitted disturbed area is 48.3 acres. The surety will be reviewed periodically to assure that the bond remains adequate.

Please be advised that you must also obtain approval from the School and Institutional Trust Lands Administration (SITLA), before beginning mining operations on state managed leases. The approval or acceptance of a complete notice of intention does not relieve an operator from his responsibility to comply with the applicable statutes, rules, regulations, and ordinances of all local, state and federal agencies with jurisdiction over any aspect of the operator's mining operations.

Enclosed are copies of the signed and executed reclamation contract and surety bond forms for your files. Also enclosed is a copy of the Notice of Intention stamped approved. Please keep your plan current by submitting changes using Form MR-REV-att, which is located on the web at www.ogm.utah.gov. Changes to the Notice of Intention should be made by updating appropriate pages and maps rather than submitting stand-alone amendments.

All future correspondence should reference M/053/0081. Thank you for your help and patience in finalizing this permitting action. Please call Lynn Kunzler if you have any questions in this regard.

Sincerely

Dana Dean, P. E.

Associate Director of Mining

DD: lk: eb

Enclosures: Copy of Approved NOI, Copy of Reclamation Surety and Contract

John Blake, SITLA, jblake@utah.gov

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